

1 BEFORE THE ARIZONA CORPORATION COMMISSION 2 LEA MÁROUEZ PETERSON Chairwoman Arizona Corporation Commission SANDRA D. KENNEDY 3 Commissioner DOCKETED JUSTIN OLSON 4 Commissioner JUL 1 1 2022 5 ANNA TOVAR Commissioner **DOCKETED BY** 6 JIM O'CONNOR W Commissioner 7 IN THE MATTER OF THE APPLICATION) DOCKET NO. E-01933A-20-0116 8 TUCSON ELECTRIC **POWER** DECISION NO. 78597 COMPANY FOR APPROVAL OF ITS DISTRIBUTED GENERATION) **ORDER** INTERCONNECTION MANUAL. 10 11 Open Meeting 12 June 28 and June 29, 2022 Phoenix, Arizona 13 14 BY THE COMMISSION: 15 FINDINGS OF FACT 16 Background 17 1. Arizona Administrative Code ("A.A.C.") R14-2-2628(A) states: 18 No later than 90 calendar days after the effective date of this Article, each Utility shall file with Docket Control, for Commission review and 19 approval, an Interconnection Manual that: 20 i. Contains detailed technical, safety, and protection requirements necessary to interconnect a Generating Facility to the Distribution 21 System in compliance with this Article and Good Utility Practice: and 22 ii. Specifies by date, either within its main text or in an appendix, the 23 version of each standard, code, or guideline with which an Applicant's Generating Facility must comply to be eligible for 24 Interconnection and Parallel Operation. 25

2. In Decision No. 78496, dated March 2, 2022, the Arizona Corporation Commission ("Commission") approved Tucson Electric Power Company's ("TEP") Interconnection Manual ("Manual") with modifications. The Commission ordered TEP to facilitate the utilization of Meter

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Socket Adaptors ("MSA"). Additionally, the Commission ordered TEP to develop a list of approved MSAs, file an annual report in the docket summarizing how many adaptors were deployed in its service territory during the previous calendar year, and file an application containing the results of the MSA trial program within 90 days of the program concluding.

- 3. In addition, Decision No. 78496, required revision to the manual to better comply with the spirit, intent, and text of the rules. The Commission also directed TEP to submit a revised Manual that includes the specific changes identified below within 30 days of the Decision. Specifically,
 - i. The Manual should be revised to better preserve the Super Fast Track and Fast Track designations recognized in the Rules. TEP is directed to pay attention to systems that qualify for these faster review tracks as well as Inadvertent Export and Non-Exporting systems to remove restrictions and burdens from these systems.
 - The Manual should be revised to require TEP to address concerns over high ii. deposit requirements and a lack of adequate documentation to support charges to customers for utility-supplied interconnection equipment.
 - iii. The Manual should be revised to not prematurely require inverters to comply with the Institute of Electrical and Electronics Engineers IEEE sections that are not yet developed or of which equipment is not yet capable of compliance.
 - iv. The Manual should be revised to modify TEP's requirements around transfer trip infrastructure so as to not be overly burdensome, thereby saving hundreds of thousands of dollars for large installations such as those going onto schools.
 - 4. On March 11, 2022, Staff met with AriSEIA to discuss its February 4, 2022, filing.
- 5. On March 17, 2022, Staff met with TEP to discuss AriSEIA's February 4, 2022, filing.
 - 6. On April 4, 2022, pursuant to Decision No. 78496, TEP filed a revised Manual.
 - 7. On April 21, 2022, Staff met with TEP and AriSEIA to discuss TEP's revised.
- 8. On May 12, 2022, TEP filed an additional revised Manual. This filing included both a redlined and clean version of the Manual, intended to highlight revisions based off discussions and feedback from AriSEIA and Staff.
- 9. On May 23, 2022, Staff met with TEP to discuss feedback from AriSEIA regarding specific sections of the revised Manual filing made on May 12, 2022.

10. On May 25, 2022, based on additional feedback received from AriSEIA, TEP then filed another revised Manual.

Staff Analysis and Recommendations

- 11. In Decision No. 78496, the Commission ordered TEP to amend its Revised Manual to facilitate the utilization of MSAs. During Staff's meeting with TEP on March 17, 2022, Staff provided suggestions to better align the text of the Manual with the Commission's Decision. TEP's revised Manual contains language detailing use of MSAs for generating facilities.
- 12. The Decision also ordered TEP to revise its Manual to better preserve the Super Fast Track and Fast Track designations recognized in the Rules. In addition, TEP was directed to pay attention to systems that qualify for these faster review tracks, as well as Inadvertent Export and Non-Exporting systems, and remove restrictions and burdens from them. TEP's revised Manual contains updated language to clarify various requirements that do not apply to the systems listed above.
- 13. The Commission ordered TEP to revise its Manual to address concerns over high deposit requirements and a lack of adequate documentation to support charges to customers for utility-supplied interconnection equipment. TEP's revised Manual includes an additional section clarifying the study fees customers are responsible for prior to beginning any study.
- 14. Decision No. 78496 ordered TEP's revised Manual to not prematurely require inverters to comply with the IEEE sections that are not yet developed or of which equipment is not yet capable of compliance. The revised Manual contains notes clarifying that inverter functions detailed in IEEE 1547-2018 that have not yet been incorporated by the manufacturers will not be required.
- 15. TEP was also directed to modify its requirements around transfer trip infrastructure, so as to not be overly burdensome, thereby reducing cost for large installations. The revised Manual has clarified the requirements for transfer trip infrastructure and noted that the necessary equipment shall be determined by the Facilities Study. In addition, TEP has removed several hardware requirements for specific types of generating facilities.

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16.	Decision	No.	78496	ordered	TEP	to	approve	extensions	on	interco	nnection
agreements that may be cancelled if the customer can demonstrate that permits have been acquired,											
equipment has been purchased, construction has commenced, or any additional funds in reliance on											
the interconnection	ction agre	ement	have	been spe	nt. T	EP'	s revised	Manual in	clud	es an a	dditional
section that provides a list of scenarios meriting an extension of time if the customer is able to											
demonstrate that any of the listed scenarios have occurred.											

- 17. TEP's revised Manual contains 16 sections and three appendices and is organized as follows: (1) Introduction, (2) Scope, (3) Applicability, (4) Definitions, (5) Applicable Standards, (6) Generator Facility Parallel Operations Modes, (7) Generator Types and Size Classes, (8) Application Review Requirements, (9) Interconnection Technical Requirements, (10) Dangerous Goods Metering Requirements, (11) Advanced Grid Support Features, (12) Testing and Start-up Requirements, (13) Operating and Maintenance Requirements, (14), Requirements for Momentary Parallel Closed Transition Switching of Backup Generators, (15) Interconnection Studies and Drawing Review, (16) Other Considerations, (Appendix A) Application Process Flow Charts, (Appendix B) Sample Single-Phase Solar PV Interconnection Diagrams, and (Appendix C) Energy Storage Configuration Diagrams.
- 18. Staff has reviewed TEP's revised Manual and concludes it satisfies the requirements contained in the Commission's Interconnection Rules and complies with Decision No. 78496. Staff recommends the Commission approve TEP's revised Manual, filed on May 25, 2022.

CONCLUSIONS OF LAW

- 1. Tucson Electric Power Company is a public service corporation within the meaning of Article XV, Section 2 of the Arizona Constitution.
- 2. The Commission has jurisdiction over Tucson Electric Power Company and the subject matter of the application.
- 3. The Commission, having reviewed the application and Staff's memorandum concludes that it is in the public interest to approve Tucson Electric Power Company's Revised Interconnection Manual filed pursuant to A.A.C. R14-2-2628(A).

ORDER

IT IS THEREFORE ORDERED that Tucson Electric Power Company's Revised Interconnection Manual, filed on May 25, 2022, is approved.

IT IS FURTHER ORDERED that this Decision shall become effective immediately.

BY THE ORDER OF THE ARIZONA CORPORATION COMMISSION

CHAIRWOMAN MÁRQUEZ PETERSON

COMMISSIONER KENNEDY

COMMISSIONER OLSON COMMISSIONER TOVAR COMMISSIONER O'CONNOR



MATTHEW J. NEUBERT EXECUTIVE DIRECTOR

DISSENT:

22 DISSENT:

EOA:LH:ihf/SJE

	Page 6	Docket No. E-01933A-20-0116
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